

House Study Bill 228 - Introduced

HOUSE FILE _____
BY (PROPOSED COMMITTEE ON
WAYS AND MEANS BILL BY
CHAIRPERSON KAUFMANN)

A BILL FOR

1 An Act relating to advance deposit sports wagering licensees.
2 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 99F.6, Code 2023, is amended by adding
2 the following new subsection:

3 NEW SUBSECTION. 3A. Before a license is granted to conduct
4 advance deposit sports wagering as defined in section 99F.9,
5 the commission shall conduct a comprehensive investigation of
6 each applicant to determine whether the applicant or any of its
7 affiliates, including entities under common control, is doing
8 any of the following:

9 a. Knowingly accepting revenue, directly or indirectly,
10 derived from any jurisdiction sanctioned by the office of
11 foreign assets control of the United States treasury.

12 b. Accepting or assisting, directly or indirectly, in the
13 acceptance of online wagers or consideration related to online
14 wagering from any country in which such online gambling is
15 prohibited or illegal.

16 Sec. 2. Section 99F.7, subsection 8, Code 2023, is amended
17 by adding the following new paragraph:

18 NEW PARAGRAPH. h. The applicant for a license to conduct
19 advance deposit sports wagering is determined to be doing any
20 of the activities listed in section 99F.6, subsection 3A.

21 Sec. 3. Section 99F.7, subsection 16, Code 2023, is amended
22 to read as follows:

23 16. Upon a violation of any of the conditions listed in
24 this section or a determination that an advance deposit sports
25 wagering licensee is doing any of the activities listed in
26 section 99F.6, subsection 3A, the commission shall immediately
27 revoke the license.

28 EXPLANATION

29 The inclusion of this explanation does not constitute agreement with
30 the explanation's substance by the members of the general assembly.

31 This bill imposes certain requirements relating to the
32 issuance and possible revocation of an advance sports wagering
33 license under Code chapter 99F.

34 The bill requires the racing and gaming commission to
35 conduct a comprehensive investigation of each applicant for a

1 license to conduct advance deposit sports wagering to determine
2 whether the applicant is knowingly accepting revenue derived
3 from any jurisdiction sanctioned by the office of foreign
4 assets control of the United States treasury or is accepting or
5 assisting in the acceptance of online wagers or consideration
6 related to online wagering from any country in which such
7 online gambling is prohibited or illegal. The bill provides
8 that if the commission has substantial evidence that an
9 applicant to conduct advance deposit sports wagering is doing
10 any of the activities described in the bill, the commission
11 shall not grant the applicant a license. In addition, the bill
12 provides that if the commission determines that a licensee to
13 conduct advance deposit sports wagering is doing any of the
14 activities described in the bill, the commission shall revoke
15 the license.